of the spaceport site. Such regulations, restrictions and determinations shall specify the maximum permissible height of buildings, structures and objects of natural growth and may specify such maximum permissible height as a ratio between the permissible maximum height of the building, structure or object of natural growth above the level of the airport or spaceport site and its distance from the nearest point on the boundary of the airport or spaceport site.

2. For the purposes of this section, buildings, structures and objects of natural growth shall not be restricted to a height above the level of the airport site which is less than one—thirtieth of its distance from the boundary of the airport site in the case of class I and II airports as classified by the civil aeronautics administration of the United States department of commerce and one—fiftieth of its distance from the boundary of the airport in the case of class III and larger airports as classified by said administration. Provided, however, that a building, structure, or object of natural growth within 3 miles of the airport site may be restricted to a height of 150 feet above the airport level, which is defined as the lowest point planned on any runway.

SECTION 68. 114.151 of the statutes is amended to read:

114.151 Union airports and spaceports. All powers conferred upon any county, city, village or town by ss. 114.11 to 114.15, relating to the acquisition, establishment, construction, ownership, control, lease, equipment, improvement, maintenance, operation and regulation of airports or landing fields, or spaceports or spacecraft launch or landing areas, may be exercised by any 2 or more municipalities in the establishment, acquisition, equipment and operation of joint airports or landing fields, or spaceports or spacecraft launch or landing areas. The governing body of any county, city, village or town participating in the ownership or operation

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of a joint airport <u>or spaceport</u> as provided in this section may by resolution withdraw from such joint operation or control and may relinquish its interest in the airport <u>or spaceport</u>.

SECTION 69. 114.31 (1) and (4) of the statutes are amended to read:

114.31 (1) GENERAL. The secretary shall have general supervision of aeronautics in the state and promote and foster a sound development of aviation in this state, promote aviation education and training programs, assist in the development of aviation and aviation facilities, safeguard the interests of those engaged in all phases of aviation, formulate and recommend and promote reasonable regulations in the interests of safety, and coordinate state aviation activities with those of other states and, the federal government, and the Wisconsin Aerospace Authority. The secretary shall have all powers that are necessary to carry out the policies of the department of transportation, including the right to require that statements made to the secretary be under oath. The secretary is especially charged with the duty of informing himself or herself regarding all federal laws that affect aeronautics and astronautics in this state, all regulations pursuant to such laws, and all pending legislation providing for a national airport system, in order that the secretary may recommend to the governor and the legislature such measures as will best enable this state to derive the maximum benefits from such legislation if and when it shall become effective. It shall be the duty of all other state boards, commissions, departments and institutions, especially the appropriate educational institutions and the Wisconsin Aerospace Authority, to cooperate with the secretary.

(4) COOPERATION WITH FEDERAL AERONAUTICAL <u>OR ASTRONAUTICAL</u> AGENCY. The secretary shall cooperate with and assist the federal government, the political subdivisions of this state, and others engaged in aeronautics <u>or astronautics</u> or the

promotion of aeronautics <u>or astronautics</u>, and shall seek to coordinate the aeronautical <u>or astronautical</u> activities of these bodies. To this end, the secretary is empowered to confer with or to hold joint hearings with any federal aeronautical <u>or astronautical</u> agency in connection with any matter arising under this chapter, relating to the sound development of aeronautics <u>or astronautics</u>, and to take advantage of the cooperation, services, records and facilities of such federal agencies, as fully as may be practicable, in the administration of said sections. The secretary shall furnish to the federal agencies cooperation, and the services, records and facilities of the department, insofar as may be practicable.

SECTION 70. 114.33 (12) of the statutes is amended to read:

114.33 (12) Lands held by any department, board, commission or, other agency of the state, or the Wisconsin Aerospace Authority may, with the approval of the governor, be conveyed to the secretary in the manner prescribed by statute and, if none is prescribed, then by a conveyance authorized by appropriate resolution of the controlling department, board or commission of the agency concerned or by the Wisconsin Aerospace Authority.

SECTION 71. 114.37 (title) of the statutes is amended to read:

114.37 (title) Advance land acquisition loan program for airport projects.

Section 72. 114.375 of the statutes is created to read:

114.375 Advance land acquisition loan program for spaceport projects.

(1) Purpose. The purpose of this section is to promote the state's interest in aerospace programs by providing loans for advance land acquisition for spaceport projects.

- (2) Administration. The department shall administer an advance land acquisition loan program to assist a county, city, village, town, or an owner of a spaceport in acquiring land necessary for spaceport projects. The department shall have all powers necessary and convenient to implement this section, including the following powers:
- (a) To specify conditions of eligibility for loans under this section. Such conditions shall include the requirement that the land to be acquired must be part of a planned spaceport improvement project or a land acquisition project that is essential to future spaceport development or to the safety of spacecraft using the spaceport.
- (b) To receive applications for loans under this section and to prescribe the form, nature, and extent of the information which shall be contained in applications.
- (c) To establish standards for the approval of loans under this section. No loan may be made for an amount greater than 80 percent of the department's assessment of the value of the property.
- (d) To enter into loan agreements with applicants to ensure the proper use and prompt repayment of loans under this section. The loan agreement shall include the requirements that the loan be repaid within a period not to exceed 10 years and that the proceeds of any state or federal land acquisition funding received be fully pledged to repayment of the loan. The department may not make a loan for more than 80 percent of the estimated land acquisition costs, including the costs of any necessary project plans and environmental studies. The loan agreement shall require that the department be designated to act as the loan recipient's agent in the acquisition of the land. Title to the land acquired shall be held by the loan recipient, but the department may retain a security interest in the land until the loan is repaid. The

1	loan agreement shall require the payment of interest and reasonable costs incurred
2	by the department.
3	(e) To acquire lands as the designated agent of a loan recipient.
4	(f) To audit and inspect the records of loan recipients.
5	(3) Funds. The department may make loans under this section from the
6	appropriation under s. 20.395 (2) (dv). The total outstanding balance of loans under
7	this subsection may not exceed \$10,000,000.
8	(4) RULES. The department may adopt rules as necessary to implement this
9	section.
10	SECTION 73. Subchapter II of chapter 114 [precedes 114.60] of the statutes is
11	created to read:
12	CHAPTER 114
13	SUBCHAPTER II
14	WISCONSIN AEROSPACE AUTHORITY
15	114.60 Definitions. In this subchapter:
16	(1) "Aerospace facilities" means facilities and infrastructure in this state used
17	primarily to provide aerospace services, including: laboratories and research
18	facilities; office, storage, and manufacturing facilities; instructional and other
19	educational facilities; space museums; and other buildings, equipment, and
20	instruments related to the operations of the aerospace industry or to providing
21	aerospace services.
22	(2) "Aerospace services" means services that promote, advance, and facilitate
23	space exploration and space-related commercial, technological, and educational
24	development in this state, including: space-related research, experimentation, and
25	development of technology and other intellectual property; providing space-related

- business incubator services or services for start—up aerospace companies; programs, projects, operations, and activities to develop, enhance, or provide commercial and noncommercial space—related opportunities for business, industry, education, and government; promoting the commercialization of the space and aerospace industry and space—related economic growth; services or activities that promote and facilitate space—related educational opportunities and tourism, including educational initiatives and operation or sponsorship of space museums and tourist attractions; providing consulting services; and administrative services.
 - (3) "Authority" means the Wisconsin Aerospace Authority.
 - (4) "Board" means the board of directors of the authority.
- (5) "Bond" means a bond, note, or other obligation of the authority issued under this chapter, including a refunding bond.
- (6) "Bond resolution" means a resolution of the board authorizing the issuance of, or providing terms and conditions related to, bonds and includes, when appropriate, any trust agreement, trust indenture, indenture of mortgage, or deed of trust providing terms and conditions for the bonds.
 - (7) "Payload" means any property, cargo, or persons transported by spacecraft.
- (8) "Recovery" means the recovery of any spacecraft or payload, or any part of any spacecraft or payload, including any appurtenance, instrument, or equipment, that has detached from a spacecraft in flight or upon launch or landing.
- (9) "Spaceport facilities" means facilities and infrastructure that are located within a spaceport and related to the operation or purpose of the spaceport, including: spaceport launch or landing areas; launch or landing control centers or other facilities; structures, mechanisms, or devices for communicating with or navigating or tracking spacecraft; buildings, structures, equipment, or other

facilities associated with spacecraft construction, development, assembly, processing, testing, or evaluation; buildings, structures, equipment, or other facilities associated with payload loading, assembly, processing, testing, or evaluation; space flight hardware, software, or instrumentation; facilities appropriate to meet the transportation, electric, gas, water and sewer, flood control, waste disposal, and other infrastructure needs within the spaceport; facilities to meet public safety needs within the spaceport, including any facility related to spaceport security and emergency services such as fire and ambulance; administrative facilities; and other buildings, equipment, and instruments related to spaceport operations or the providing of spaceport services.

- (10) "Spaceport services" means any services provided in connection with the operation, management, or control of a spaceport or spaceport facilities, including: the launching or landing of spacecraft; communicating with or navigating or tracking spacecraft; construction, development, assembly, processing, testing, or evaluation of spacecraft or payload; loading spacecraft payload; spaceport security and emergency services; and administrative services.
- (11) "Spaceport territory" means a spaceport of the authority in this state and any additional aerospace facilities associated with the spaceport that are in the immediate vicinity of the spaceport.
- (12) "Wisconsin Space Grant Consortium" means the statewide network of public and private universities and colleges, industries, government agencies, nonprofit associations, and other persons, formed in 1991 following the initiation of the federal National Space Grant College and Fellowship Program, for the purpose of coordinating and improving the state's future in aerospace science, design, and

- technology and stimulating aerospace research, education, and outreach activities throughout the state.
- 114.61 Creation and organization. (1) There is created a public body corporate and politic to be known as the "Wisconsin Aerospace Authority." The board of the authority shall consist of the following members:
- (a) Eight members nominated by the governor, and with the advice and consent of the senate appointed, for 3-year terms.
- (b) One member of the senate, appointed by the president of the senate, and one member of the assembly, appointed by the speaker of the assembly, each for a 3-year term.
- (c) The director of the Wisconsin Space Grant Consortium. Subject to sub. (3) (a) relating to a temporary vacancy, if the Wisconsin Space Grant Consortium ceases to exist or does not appoint a director, an additional member of the board shall be appointed under par. (a) in lieu of the member under this paragraph.
- (2) Except for the member specified under sub. (1) (c), each member of the board shall be a resident of the state and shall have experience in the aerospace, education, finance, or commercial space industry or other significant experience related to the functions of the authority as specified in this subchapter.
- (3) (a) The terms of the members appointed under sub. (1) (a) and (b) expire on June 30. Each member's appointment remains in effect until a successor is appointed unless the member vacates or is removed from his or her office. A member who serves as a result of holding another office or position vacates his or her office as a member when he or she vacates the other office or position. A member who ceases to qualify for office vacates his or her office.

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(b) A	vacancy	on the boar	d shall	be filled	in the	same	manner	as the	original
appointme	nt to the	board for th	ne rema	inder of	the ur	expire	ed term,	if any.	

- (c) A member appointed under sub. (1) (a) may be removed by the governor for cause. A member appointed under sub. (1) (a) shall be removed by the governor, and a member appointed under sub. (1) (b) shall be removed, as applicable, by the president of the senate or the speaker of the assembly if the member is absent at 2 consecutive board meetings without the prior written approval of the executive director. A vacancy on the board created by removal under this paragraph is subject to par. (b).
- (d) A member of the board appointed under sub. (1) (a) or (b) may not serve more than 3 consecutive 3—year terms, but may be reappointed to additional terms after a one—year absence from the board.
- (e) A member of the board may hold public office or otherwise be publicly or privately employed.
- (4) (a) A member of the board may not be compensated for his or her services but shall be reimbursed for actual and necessary expenses, including travel expenses, incurred in the performance of his or her duties.
- (b) The amount of reimbursement under par. (a) shall be limited to the uniform travel schedule amounts approved under s. 20.916 (8).
- (5) No cause of action of any nature may arise against and no civil liability may be imposed upon a member of the board for any act or omission in the performance of his or her powers and duties under this subchapter, unless the person asserting liability proves that the act or omission constitutes willful misconduct.
- (6) The members of the board shall annually elect a chairperson and may elect other officers as they consider appropriate. Six members of the board constitute a

quorum for the purpose of conducting the business and exercising the powers of the authority, notwithstanding the existence of any vacancy. The board may take action upon a vote of a majority of the members present, unless the bylaws of the authority require a larger number. The board shall meet at least once every 6 months, but may meet more frequently. Except as provided in s. 114.65 (4), meetings of the board are subject to the open meetings requirements specified in subch. V of ch. 19.

(7) The board shall appoint an executive director who may not be a member of the board and who shall serve at the pleasure of the board. The authority may delegate by resolution to one or more of its members or its executive director any powers and duties that it considers proper. The board shall determine the compensation of the executive director. The executive director or another person designated by resolution of the board shall keep a record of the proceedings of the authority and shall be custodian of all books, documents, and papers filed with the authority, the minute book or journal of the authority, and its official seal. The executive director or other person may cause copies to be made of all minutes and other records and documents of the authority and may give certificates under the official seal of the authority to the effect that the copies are true copies, and all persons dealing with the authority may rely upon the certificates. The executive director may call meetings of the board more frequently than the meetings required under sub. (6).

114.62 Powers of authority. The authority has all of the powers necessary or convenient to carry out the purposes and provisions of this chapter. In addition to all other powers granted by this chapter, the authority may do any of the following:

(1) Adopt bylaws and policies and procedures for the regulation of its affairs and the conduct of its business.

- (2) Sue and be sued. The authority has a direct right of action against any 3rd party to enforce any provision of this subchapter or to carry out any power provided to it under this subchapter or to protect its interests as authorized under this subchapter.
- (3) Have a seal and alter the seal at pleasure; have perpetual existence; and maintain an office.
- (4) Hire employees, define their duties, and fix their rate of compensation and benefits. The authority may also employ any agent or special advisor that the authority finds necessary and fix his or her compensation. The amount of reimbursement to any employee, agent, or special advisor shall be limited to the uniform travel schedule amounts approved under s. 20.916 (8).
- (5) Appoint any technical or professional advisory committee that the authority finds necessary to assist the authority in exercising its duties and powers; define the duties of any committee; and provide reimbursement for the expenses of any committee. The amount of reimbursement under this subsection shall be limited to the uniform travel schedule amounts approved under s. 20.916 (8).
- (6) Buy, sell, lease as lessor or lessee, or otherwise acquire any interest in or dispose of any interest in property, including real property, personal property, and intangible property rights.
- (7) Make and execute contracts and other legal instruments necessary or convenient for the conduct of its business or to the exercise of its powers, including: procurement contracts; lease or rental agreements; lease—purchase, purchase and sale, and option to purchase agreements; consulting agreements; loan agreements; financing agreements; security agreements; contractual services agreements; affiliation agreements; and cooperative agreements with any governmental unit or

- other person, including agreements for any jointly provided service or jointly developed or operated facility.
- (8) Accept gifts, bequests, contributions, and other financial assistance, in the form of money, property, or services, from any person, for the conduct of its business or for any other authorized purpose.
- (9) Apply for and accept loans, grants, advances, aid, and other forms of financial assistance or funding, in the form of money, property, or services, from any person, including federal aid, for the conduct of its business or for any other authorized purpose.
- (10) Acquire, own, lease, construct, develop, plan, design, establish, create, improve, enlarge, reconstruct, equip, finance, operate, manage, and maintain:
- (a) Any spaceport, spaceport territory, spaceport facility, aerospace facility, or other facility or site within this state related to conducting the business or exercising the powers of the authority.
- (b) Any spacecraft or other vehicle or aircraft related to conducting the business or exercising the powers of the authority.
- (c) Any program or project related to conducting the business or exercising the powers of the authority.
- (d) Any intangible property right, including any patent, trademark, service mark, copyright, trade secret, certification mark, or other right acquired under federal or state law, common law, or the law of any foreign country. The authority may utilize such rights for any permissible purpose under law, including licensing such rights in exchange for payment of royalties.
- (11) Offer, provide, furnish, or manage, and enter into contracts related to, any service or facility of the authority.

1	(12) Establish and collect fees, rents, rates, tolls, and other charges and
2	revenues in connection with any service provided by the authority or the use of any
3	facility of the authority.
4	(13) Issue bonds in accordance with ss. 114.70 to 114.76 and fund any
5	spaceport, facility, or service of the authority with bond proceeds.
6	(14) Borrow money or incur debt other than through bond issuance, and pledge
7	property or revenues or provide other security for such debt.
8	(15) Invest funds held by the authority, including investments under s. 25.50.
9	(16) Procure liability insurance covering its officers, employees and agents,
10	insurance against any loss in connection with its operations, property, and assets,
11	and insurance on its debt obligations.
12	(17) Exercise the right of eminent domain in the manner provided by ch. 32.
13	(18) Provide for and maintain wildlife conservation areas, and prohibit or
14	control the pollution of air and water, in any spaceport or spaceport territory, beyond
15	what is required under state or federal law.
16	(19) Specify the location of any utility facilities in any spaceport or spaceport
17	territory.
18	(20) Divide any spaceport or spaceport territory into zones or districts of any
19	number or shape.
20	(21) Prohibit any person from using the words "WISCONSIN SPACEPORT"
21	or "SPACEPORT WISCONSIN" in any corporate or business-related name without
22	prior written approval of the authority.
23	(22) Subject to any requirement of federal law and to any duty of the
24	department specified under this chapter, maintain exclusive jurisdiction over
25	spaceports of the authority.

114.63	Duties	of	authority.	The	authority	shall	l do	all	of the	follo	owing
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- (1) Establish a spaceport in this state in the city of Sheboygan in Sheboygan County.
- (2) Promote this state's aerospace industry; analyze trends in the aerospace industry and recommend actions to be taken by this state to compete in the global aerospace industry; and coordinate access to commercial, technical, and general aerospace information and services.
- (3) Advertise and promote to the public the development and utilization of spaceport facilities, spaceport services, aerospace facilities, and aerospace services of the authority.
- (4) Develop, promote, attract, and maintain space—related businesses in this state, which may include expenditures for travel, entertainment, and hospitality for business clients or guests or other authorized persons, but such expenditures shall be limited to the uniform travel schedule amounts approved under s. 20.916 (8).
- (5) Provide aerospace services to the aerospace industry and general public of this state, provide commercial and noncommercial aerospace business opportunities for industry, education, and government, and develop projects within this state to foster and improve aerospace economic growth.
- (6) Advise, cooperate, and coordinate with federal, state, and local governmental units, the aerospace industry, educational organizations, businesses, and the Wisconsin Space Grant Consortium, and any other person interested in the promotion of space—related industry.
- (7) Furnish leadership in securing adequate funding for spaceports, spaceport facilities, spaceport services, aerospace facilities, and aerospace services in this state.

- (8) Act as a central clearinghouse and source of information in this state for spaceports, spaceport facilities, spaceport services, aerospace facilities, and aerospace services, including furnishing such information to legislators, offices of government, educational institutions, and the general public.
- (9) Develop a business plan to promote and facilitate space—related educational and commercial development in this state, and to stimulate and improve aerospace science, design, technology, research, education, and outreach activities in this state, which plan shall include information about the authority and information and analysis about space—related industry, technology, design, manufacturing, marketing, and management.
- (10) Assist any state agency, municipality, or other governmental unit, upon its request, in the development of any spaceport or spaceport facility.
- (11) Use the building commission as a financial consultant to assist and coordinate the issuance of bonds under this subchapter.
- (12) Comply with all applicable state and federal laws, including all environmental and aeronautics laws, in the exercise of the powers specified under this subchapter.
- (13) Comply with all requirements under federal law related to the use or expenditure of federal aid, and comply with all lawful restrictions or conditions imposed by state law or by the terms of any gift, bequest, grant, loan, aid, contribution, or financial assistance relating to the use or expenditure of such funds.
- (14) To the extent permitted by applicable state and federal law, attempt to involve and utilize, with respect to any facility or service provided by the authority, disadvantaged individuals, disadvantaged businesses, and minority businesses, as defined in s. 84.076 (1) (a) to (c).

- (15) Establish a safety program that includes the development and implementation of a loss prevention program, safety policies, and regular and periodic facility and equipment inspections.
 - (16) Attempt to procure adequate liability and property insurance.
- (17) Subject to s. 114.64, establish the authority's annual budget and monitor the fiscal management of the authority.
- 114.64 Annual reports. (1) The authority shall keep an accurate account of all of its activities and of all of its receipts and expenditures, and shall annually in January make a report of its activities, receipts, expenditures, and financial condition to the governor and the chief clerk of each house of the legislature, for distribution to the legislature under s. 13.172 (2). The reports shall be in a form approved by the state auditor. Subject to sub. (3), the state auditor may investigate the affairs of the authority, may examine the properties and records of the authority, and may prescribe methods of accounting and the rendering of periodical reports in relation to activities undertaken by the authority.
- (2) (a) Within 180 days after the effective date of this paragraph [revisor inserts date], the authority shall submit to the department of administration the business plan specified under s. 114.63 (9) and an estimate of the costs of and funding for any planned projects of the authority described in s. 114.62 (10).
- (b) The authority shall update and resubmit the plan under par. (a) upon the request of the department of administration.
- (3) For each fiscal year, the authority shall submit to the department of administration an audited financial statement, which shall include notes that explain in detail the specific sources of funding contained in the financial statement.

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- 114.65 Maintenance of records. (1) (a) Subject to rules promulgated by the department of administration under s. 16.611, the authority may transfer to or maintain in optical disk or electronic format any record in its custody and retain the record in that format only.
- (b) Subject to rules promulgated by the department of administration under s. 16.611, the authority shall maintain procedures to ensure the authenticity, accuracy, reliability, and accessibility of records transferred to or maintained in optical disk or electronic format under par. (a).
- (c) Subject to rules promulgated by the department of administration under s. 16.611, if the authority transfers to or maintains in optical disk or electronic format any records in its custody, the authority shall ensure that the records stored in that format are protected from unauthorized destruction.
- (2) (a) Any microfilm reproduction of an original record of the authority, or a copy generated from an original record stored in optical disk or electronic format, is considered an original record if all of the following conditions are met:
- 1. Any device used to reproduce the record on film or to transfer the record to optical disk or electronic format and generate a copy of the record from optical disk or electronic format accurately reproduces the content of the original.
- 2. The reproduction is on film which complies with the minimum standards of quality for microfilm reproductions, as established by rule of the public records board, or the optical disk or electronic copy and the copy generated from optical disk or electronic format comply with the minimum standards of quality for such copies, as established by rule of the department of administration under s. 16.611.
- 3. The film is processed and developed in accordance with the minimum standards established by the public records board.

- 4. The record is arranged, identified, and indexed so that any individual document or component of the record can be located with the use of proper equipment.
- 5. The custodian of the record designated by the authority executes a statement of intent and purpose describing the record to be reproduced or transferred to optical disk or electronic format and the disposition of the original record, and executes a certificate verifying that the record was received or created and microfilmed or transferred to optical disk or electronic format in the normal course of business and files the statement in the offices of the authority.
- (b) The statement of intent and purpose executed under par. (a) 5. is presumptive evidence of compliance with all conditions and standards prescribed by this subsection.
- (3) (a) Any microfilm reproduction of a record of the authority meeting the requirements of sub. (2) or copy of a record of the authority generated from an original record stored in optical disk or electronic format in compliance with this section shall be taken as, stand in lieu of, and have all the effect of the original document and shall be admissible in evidence in all courts and all other tribunals or agencies, administrative or otherwise, in all cases where the original document is admissible.
- (b) Any enlarged copy of a microfilm reproduction of a record of the authority made as provided by this section or any enlarged copy of a record of the authority generated from an original record stored in optical disk or electronic format in compliance with this section that is certified by the custodian as provided in s. 889.08 shall have the same force as an actual—size copy.

(4) Notwithstanding any other provision of this subchapter, the authority shall maintain the confidentiality of records or portions of records held by the authority containing any trade secret, as specified under s. 19.36 (5). Notwithstanding subch. V of ch. 19, any portion of any meeting of the authority concerning trade secrets shall be conducted in closed session and shall in all respects, including in any written record or audio or visual recording of the meeting, remain confidential.

and effectiveness of the authority, the state, any political subdivision of the state, municipality, or other governmental unit may enter into cooperative agreements with the authority for furnishing any facility or service of the state, political subdivision, body politic, or other governmental unit to the authority, including fire and police protection, and may otherwise provide, to the extent permitted by law, any funds, property, or services to the authority.

114.68 Political activities. (1) No employee of the authority may directly or indirectly solicit or receive subscriptions or contributions for any partisan political party or any political purpose while engaged in his or her official duties as an employee. No employee of the authority may engage in any form of political activity calculated to favor or improve the chances of any political party or any person seeking or attempting to hold partisan political office while engaged in his or her official duties as an employee or engage in any political activity while not engaged in his or her official duties as an employee to such an extent that the person's efficiency during working hours will be impaired or that he or she will be tardy or absent from work. Any violation of this section is adequate grounds for dismissal.

(2) If an employee of the authority declares an intention to run for partisan political office, the employee shall be placed on a leave of absence for the duration

- of the election campaign and if elected shall no longer be employed by the authority on assuming the duties and responsibilities of such office.
- (3) An employee of the authority may be granted, by the executive director, a leave of absence to participate in partisan political campaigning.
- (4) Persons on leave of absence under sub. (2) or (3) shall not be subject to the restrictions of sub. (1), except as they apply to the solicitation of assistance, subscription, or support from any other employee in the authority.
- 114.69 Liability limited. (1) Neither the state nor any political subdivision of the state nor any officer, employee, or agent of the state or of a political subdivision who is acting within the scope of employment or agency is liable for any debt, obligation, act, or omission of the authority.
- (2) All of the expenses incurred by the authority in exercising its duties and powers under this chapter shall be payable only from funds of the authority.
- 114.70 Issuance of bonds. (1) The authority may issue bonds for any corporate purpose. All bonds are negotiable for all purposes, notwithstanding their payment from a limited source.
- (2) The bonds of each issue shall be payable from sources specified in the bond resolution under which the bonds are issued.
- (3) The authority may not issue bonds unless the issuance is first authorized by a bond resolution. Bonds shall bear the dates, mature at the times not exceeding 30 years from their dates of issue, bear interest at the rates, be payable at the times, be in the denominations, be in the form, carry the registration and conversion privileges, be executed in the manner, be payable in lawful money of the United States at the places, and be subject to the terms of redemption, that the bond resolution provides. The bonds shall be executed by the manual or facsimile

- signatures of the officers of the authority designated by the board. The bonds may be sold at public or private sale at the price, in the manner, and at the time determined by the board. Pending preparation of definitive bonds, the authority may issue interim receipts or certificates that the authority shall exchange for the definitive bonds.
- (4) Any bond resolution may contain provisions, that shall be a part of the contract with the holders of the bonds that are authorized by the bond resolution, regarding any of the following:
 - (a) Pledging or assigning specified assets or revenues of the authority.
- (b) Setting aside reserves or sinking funds, and the regulation, investment, and disposition of these funds.
- (c) Limitations on the purpose to which or the investments in which the proceeds of the sale of any issue of bonds may be applied.
- (d) Limitations on the issuance of additional bonds, the terms upon which additional bonds may be issued and secured, and the terms upon which additional bonds may rank on a parity with, or be subordinate or superior to, the bonds authorized by the bond resolution.
 - (e) Funding, refunding, advance refunding, or purchasing outstanding bonds.
- (f) Procedures, if any, by which the terms of any contract with bondholders may be amended, the amount of bonds the holders of which must consent to the amendment, and the manner in which this consent may be given.
- (g) Defining the acts or omissions to act that constitute a default in the duties of the authority to the bondholders, and providing the rights and remedies of the bondholders in the event of a default.
 - (h) Other matters relating to the bonds that the board considers desirable.

- (5) Neither the members of the board nor any person executing the bonds is liable personally on the bonds or subject to any personal liability or accountability by reason of the issuance of the bonds, unless the personal liability or accountability is the result of willful misconduct.
- (6) No less than 14 days prior to any commitment by the authority for the issuance of bonds under this section, the authority shall submit the bond resolution to the governor, to the chief clerk of each house of the legislature, for distribution to the legislature under s. 13.172 (2), and to the cochairpersons of the joint committee on finance. If, within 14 days after the date on which the bond resolution is submitted to the joint committee on finance, the cochairpersons of the committee do not notify the authority that the committee has scheduled a meeting for the purpose of reviewing the bond resolution, the authority may proceed with any commitment for the issuance of bonds under the bond resolution. If, within 14 days after the date on which the bond resolution is submitted to the committee, the cochairpersons of the committee notify the authority that the committee has scheduled a meeting to review the bond resolution, the authority may proceed with any commitment for the issuance of bonds under the bond resolution only upon approval by the committee.
- 114.71 Bond security. The authority may secure any bonds issued under this chapter by a trust agreement, trust indenture, indenture of mortgage, or deed of trust by and between the authority and one or more corporate trustees. The bond resolution providing for the issuance of bonds so secured shall pledge some or all of the revenues to be received by the authority, including to the extent permitted by law any grant, aid, loan, or other contribution, or shall mortgage, assign, or grant security interests in some or all of the property of the authority, or both, and may contain provisions for protecting and enforcing the rights and remedies of the

bondholders that are reasonable and proper and not in violation of law. A bond resolution may contain any other provisions that are determined by the board to be reasonable and proper for the security of the bondholders.

114.72 Bonds not public debt. (1) The state is not liable on bonds of the authority and the bonds are not a debt of the state. Each bond of the authority shall contain a statement to this effect on the face of the bond. The issuance of bonds under this chapter does not, directly, indirectly, or contingently, obligate the state or any political subdivision of the state to levy any tax or to make any appropriation for payment of the bonds. Nothing in this section prevents the authority from pledging its full faith and credit to the payment of bonds issued under this chapter.

- (2) Nothing in this chapter authorizes the authority to create a debt of the state, and all bonds issued by the authority under this chapter are payable, and shall state that they are payable, solely from the funds pledged for their payment in accordance with the bond resolution authorizing their issuance or in any trust indenture or mortgage or deed of trust executed as security for the bonds. The state is not liable for the payment of the principal of or interest on any bonds of the authority or for the performance of any pledge, mortgage, obligation, or agreement which may be undertaken by the authority. The breach of any pledge, mortgage, obligation, or agreement undertaken by the authority does not impose any pecuniary liability upon the state or any charge upon its general credit or against its taxing power.
- 114.73 State pledge. The state pledges to and agrees with the holders of bonds, and persons that enter into contracts with the authority under this chapter, that the state will not limit or alter the rights vested in the authority by this chapter before the authority has fully met and discharged the bonds, and any interest due on the bonds, and has fully performed its contracts, unless adequate provision is

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- made by law for the protection of the bondholders or those entering into contracts with the authority.
- 114.74 Refunding bonds. (1) The authority may issue bonds to fund or refund any outstanding bond, including the payment of any redemption premium on the outstanding bond and any interest accrued or to accrue to the earliest or any subsequent date of redemption, purchase, or maturity.
- (2) The authority may apply the proceeds of any bond issued to fund or refund any outstanding bond to purchase, retire at maturity, or redeem any outstanding bond. The authority may, pending application, place the proceeds in escrow to be applied to the purchase, retirement at maturity, or redemption of any outstanding bond at any time.
- 114.75 Limit on amount of outstanding bonds. The authority may not have outstanding at any one time bonds in an aggregate principal amount exceeding \$100,000,000, excluding bonds issued to refund outstanding bonds.
- 114.76 Bonds exempt from taxation. The state covenants with the purchasers and all subsequent holders and transferees of bonds issued by the authority, in consideration of the acceptance of any payment for the bonds, that its fees, charges, gifts, grants, revenues, receipts, and other moneys received or to be received, pledged to pay or secure the payment of such bonds shall at all times be free and exempt from all state, city, county, or other taxation provided by the laws of the state.
- 114.77 Funding of certain project costs. (1) In this section, "spaceport improvement project" means any project to acquire, construct, develop, plan, design, establish, create, improve, enlarge, reconstruct, or equip any spaceport or spaceport facility.

- (2) The costs of spaceport improvement projects involving federal aid, in excess of the federal government's share, shall be borne by the authority and the state, except that the state shall pay not more than 50 percent of such excess costs, nor more than \$10,000,000 for the cost of a building project or building improvement project and no part of the cost of hangars. The secretary, upon agreement with the authority, may advance up to 10 percent of the amount of any federal aid grant agreement for the payment of project costs of a federal aid project, subject to reimbursement upon final liquidation and settlement of the project with the authority and federal government.
- (3) The costs of spaceport improvement projects not involving federal aid shall be borne by the authority and the state. The state shall pay not more than 80 percent of such costs, which may include the cost of the land, the cost of lands or interest in lands deemed necessary for the protection of the aerial approaches, the cost of formulating the project application, and preparing the plans and specifications, and the cost of construction and of all facilities deemed necessary for the operation of the spaceport. The state shall not contribute more than \$10,000,000 for the cost of a building project or building improvement project and no part of the cost of hangars.
- (4) The percentage of the costs borne by the state shall be determined by the department on the basis of the relative importance of the specific project to any state spaceport development program as a whole.
- (5) The state shall promote the development of a spaceport system in this state and to promote the development of joint spaceports in this state and in adjoining states which mutually benefit citizens of this state and those of adjoining states. The secretary may use the funds provided by the state to assist the authority in matching

- the federal aid that may become available to the state or available for specific projects or joint projects within this state or in an adjoining state.
 - (6) All state funds provided under this section shall be paid from the appropriation accounts under s. 20.395 (2) (dq), (dv), and (dx).
 - 114.78 Tax exemption. The exercise of the powers granted by this subchapter will be in all respects for the benefit of the people of this state and for the increase of their commerce, welfare, and prosperity, and as the undertaking of the authority's powers and duties under this subchapter will constitute the performance of an essential public function, the authority shall not be required to pay any taxes or assessments upon or in respect to any property acquired or used by the authority under this subchapter and the authority's income therefrom shall at all times be free from taxation of every kind by the state and by political subdivisions of the state.
 - **SECTION 74.** 219.09 (1) (g) of the statutes is created to read:
- 14 219.09 (1) (g) The Wisconsin Aerospace Authority.
- **SECTION 75.** 230.03 (3) of the statutes is amended to read:
 - 230.03 (3) "Agency" means any board, commission, committee, council, or department in state government or a unit thereof created by the constitution or statutes if such board, commission, committee, council, department, unit, or the head thereof, is authorized to appoint subordinate staff by the constitution or statute, except a legislative or judicial board, commission, committee, council, department, or unit thereof or an authority created under subch. II of ch. 114 or chs. 231, 232, 233, 234, 235, or 237. "Agency" does not mean any local unit of government or body within one or more local units of government that is created by law or by action of one or more local units of government.
 - **SECTION 76.** 281.75 (4) (b) 3. of the statutes is amended to read:

created by this act.

1	281.75 (4) (b) 3. An authority created under subch. II of ch. 114 or ch. 231, 233
2	234, or 237.
3	Section 77. 285.59 (1) (b) of the statutes is amended to read:
4	285.59 (1) (b) "State agency" means any office, department, agency, institution
5	of higher education, association, society or other body in state government created
6	or authorized to be created by the constitution or any law which is entitled to expend
7	moneys appropriated by law, including the legislature and the courts, the Wisconsin
8	Housing and Economic Development Authority, the Bradley Center Sports and
9	Entertainment Corporation, the University of Wisconsin Hospitals and Clinics
10	Authority, the Fox River Navigational System Authority, the Wisconsin Aerospace
11	Authority, and the Wisconsin Health and Educational Facilities Authority.
12	Section 78. 560.032 (1) of the statutes is amended to read:
13	560.032 (1) ALLOCATION. The department, by rule, shall establish under 26
14 15	USC 146 and administer a system for the allocation of the volume cap on the issuance of private activity bonds, as defined under 26 USC 141 (a), among all municipalities,
16	as defined in s. 67.01 (5), and any corporation formed on behalf of those
17	municipalities, and among this state, the Wisconsin Health and Educational
18	Facilities Authority, the Wisconsin Aerospace Authority, and the Wisconsin Housing
19	and Economic Development Authority.
20	SECTION 79. Nonstatutory provisions.
21	(1) DEFINITIONS. In this SECTION:
22	(a) "Authority" has the meaning given in section 114.60 (3) of the statutes, as
23	created by this act.
24	(b) "Board" has the meaning given in section 114.60 (4) of the statutes, as

- (2) Terms of initial members of board. Notwithstanding the length of terms specified for the members of the board of the authority under section 114.61 (1) of the statutes, as created by this act, the initial members of the board shall be appointed for the following terms:
- (a) Three members appointed under section 114.61 (1) (a) of the statutes, as created by this act, and one member appointed under section 114.61 (1) (b) of the statutes, as created by this act, for terms expiring on June 30, 2005.
- (b) Two members appointed under section 114.61 (1) (a) of the statutes, as created by this act, and one member appointed under section 114.61 (1) (b) of the statutes, as created by this act, for terms expiring on June 30, 2006.
- (c) Three members appointed under section 114.61 (1) (a) of the statutes, as created by this act, for terms expiring on June 30, 2007.
- (3) TIME FOR INITIAL APPOINTMENT OF BOARD MEMBERS. Nominations of board members under subsection (2) and section 114.61 (1) (a) of the statutes, as created by this act, and appointments of board members under subsection (2) and section 114.61 (1) (b) of the statutes, as created by this act, shall be made no later than 60 days after the effective date of this subsection.
- (4) Initial meeting of Board. The board shall hold its initial meeting no later than 30 days after all members are appointed, or no more than 120 days after a majority of members are appointed, whichever is earlier.

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